

March 31, 2004

Bloomberg Municipal Repositories
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Skillman, NJ 08558
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http://www.bloomberg.com/markets/muni_contactinfo.html
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DPC Data Inc.
One Executive Drive
Fort Lee, NJ 07024
Phone: (201) 346-0701
Fax (201) 947-0107
<http://www.dpcdata.com>
E-mail: nrmsir@dpcdata.com

FT Interactive Data
Attn.: NRMSIR
100 William Street
New York, NY 10038
Phone: (212) 771-6999
Fax: (212) 771-7390 (Secondary Market Information)
(212) 771-7391 (Primary Market Information)
<http://www.interactivedata.com>
E-mail: NRMSIR@FTID.com

Standard & Poor's J.J. Kenny Repository
55 Water Street
45th Floor
New York, NY 10041
Telephone: (212) 438-4595
Fax (212) 438-3975
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E-mail: nrmsir_repository@sandp.com

Mr. David Oeser
BNY Western Trust Company
700 Flower Street, Suite 200
Los Angeles, CA 900147

Mr. Adam Bergonzi
MBIA
113 King Street
Armonk, N.Y. 900147

The Fremont Public Financing Authority and the City of Fremont, California hereby submit the annual report as of January 31, 2004 for the following bonds in accordance with SEC Rule 15c2-12(b)(5). Also enclosed is the Comprehensive Annual Financial Report of the City of Fremont for the fiscal year ended June 30, 2003.

Title: 1998 Certificate of Participation
(1998 Police Facility Refinancing Project)
Par: \$20,870,000.00
Dated: December 1, 1998
Final Maturity: August 1, 2025
CUSIP #357122 HE3

The report contains the financial information and operating data for the operating year as required by Section 3 of the Continuing Disclosure Certificate executed by the City of Fremont and the Fremont Public Financing Authority

Gloria del Rosario
Revenue and Treasury Manager
City of Fremont
Fremont Public Financing Authority

CITY OF FREMONT
1998 CERTIFICATES OF PARTICIPATION
1998 POLICE FACILITY REFINANCING PROJECT
ANNUAL REPORT
DUE MARCH 31, 2004
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1998 COP POLICE BUILDING BONDS
PRINCIPAL AND INTEREST OF 1998 COP POLICE BUILDING BONDS OUTSTANDING AS OF 1/31/04

<u>NAME</u>	<u>DATE SOLD</u>	<u>MATURITY DATE</u>	<u>RATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
1998 COP PD BLDG BONDS	12/01/98	02/01/04			409,345.00
1998 COP PD BLDG BONDS	12/01/98	08/01/04	3.700%	515,000.00	409,345.00
1998 COP PD BLDG BONDS	12/01/98	02/01/05			399,817.50
1998 COP PD BLDG BONDS	12/01/98	08/01/05	3.800%	530,000.00	399,817.50
1998 COP PD BLDG BONDS	12/01/98	02/01/06			389,747.50
1998 COP PD BLDG BONDS	12/01/98	08/01/06	3.900%	550,000.00	389,747.50
1998 COP PD BLDG BONDS	12/01/98	02/01/07			379,022.50
1998 COP PD BLDG BONDS	12/01/98	08/01/07	4.000%	580,000.00	379,022.50
1998 COP PD BLDG BONDS	12/01/98	02/01/08			367,422.50
1998 COP PD BLDG BONDS	12/01/98	08/01/08	4.000%	595,000.00	367,422.50
1998 COP PD BLDG BONDS	12/01/98	02/01/09			355,522.50
1998 COP PD BLDG BONDS	12/01/98	08/01/09	4.100%	620,000.00	355,522.50
1998 COP PD BLDG BONDS	12/01/98	02/01/10			342,812.50
1998 COP PD BLDG BONDS	12/01/98	08/01/10	4.200%	640,000.00	342,812.50
1998 COP PD BLDG BONDS	12/01/98	02/01/11			329,372.50
1998 COP PD BLDG BONDS	12/01/98	08/01/11	4.300%	670,000.00	329,372.50
1998 COP PD BLDG BONDS	12/01/98	02/01/12			314,967.50
1998 COP PD BLDG BONDS	12/01/98	08/01/12	4.400%	700,000.00	314,967.50
1998 COP PD BLDG BONDS	12/01/98	02/01/13			299,567.50
1998 COP PD BLDG BONDS	12/01/98	08/01/13	4.500%	730,000.00	299,567.50
1998 COP PD BLDG BONDS	12/01/98	02/01/14			283,142.50
1998 COP PD BLDG BONDS	12/01/98	08/01/14	4.600%	765,000.00	283,142.50
1998 COP PD BLDG BONDS	12/01/98	02/01/15			265,547.50
1998 COP PD BLDG BONDS	12/01/98	08/01/15	4.600%	800,000.00	265,547.50
1998 COP PD BLDG BONDS	12/01/98	02/01/16			247,147.50
1998 COP PD BLDG BONDS	12/01/98	08/01/16	4.700%	835,000.00	247,147.50
1998 COP PD BLDG BONDS	12/01/98	02/01/17			227,525.00
1998 COP PD BLDG BONDS	12/01/98	08/01/17	4.750%	875,000.00	227,525.00
1998 COP PD BLDG BONDS	12/01/98	02/01/18			206,743.75
1998 COP PD BLDG BONDS	12/01/98	08/01/18	4.750%	915,000.00	206,743.75
1998 COP PD BLDG BONDS	12/01/98	02/01/19			185,012.50
1998 COP PD BLDG BONDS	12/01/98	08/01/19	4.750%	965,000.00	185,012.50
1998 COP PD BLDG BONDS	12/01/98	02/01/20			162,093.75
1998 COP PD BLDG BONDS	12/01/98	08/01/20	4.750%	1,010,000.00	162,093.75
1998 COP PD BLDG BONDS	12/01/98	02/01/21			138,106.25
1998 COP PD BLDG BONDS	12/01/98	08/01/21	4.750%	1,060,000.00	138,106.25
1998 COP PD BLDG BONDS	12/01/98	02/01/22			112,931.25
1998 COP PD BLDG BONDS	12/01/98	08/01/22	4.750%	1,105,000.00	112,931.25
1998 COP PD BLDG BONDS	12/01/98	02/01/23			86,687.50
1998 COP PD BLDG BONDS	12/01/98	08/01/23	4.750%	1,160,000.00	86,687.50
1998 COP PD BLDG BONDS	12/01/98	02/01/24			59,137.50
1998 COP PD BLDG BONDS	12/01/98	08/01/24	4.750%	1,215,000.00	59,137.50
1998 COP PD BLDG BONDS	12/01/98	02/01/25			30,281.25
1998 COP PD BLDG BONDS	12/01/98	08/01/25	4.750%	1,275,000.00	30,281.25
TOTALS AS OF 1/31/04				<u>\$18,110,000.00</u>	<u>\$11,183,907.50</u>

BALANCES IN 1998 COP POLICE BUILDING INTEREST ACCOUNT, PRINCIPAL ACCOUNT, REDEMPTION ACCOUNT
SURPLUS ACCOUNT AND RESERVE ACCOUNT AS OF 1/31/04

LEASE PAYMENT

CITY OF FREMONT
1998 CERTIFICATES OF PARTICIPATION
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TOTAL \$409,345.00

Reserve Fund - Surety Bond provided by MBIA \$1,471,452.00

CITY OF FREMONT GENERAL FUND REVENUES AND BUDGET FOR 2002/03

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:			
Property Tax	\$ 36,697,000	\$ 33,036,823	\$ (3,660,177)
Sales Tax	33,038,000	28,202,974	(4,835,026)
Business Tax	6,841,000	5,599,379	(1,241,621)
Other Taxes	4,253,000	2,895,600	(1,357,400)
Motor Vehicle In Lieu	12,811,000	12,014,183	(796,817)
Franchises	6,996,000	6,872,912	(123,088)
Charges for Services	5,920,000	7,242,962	1,322,962
Intergovernmental	1,020,000	803,727	(216,273)
Investment Earnings	2,973,000	1,680,727	(1,292,273)
Other	54,000	106,724	52,724
Total Revenues	\$ 110,603,000	\$ 98,456,011	\$ (12,146,989)
EXPENDITURES:			
General Government	\$ 21,192,426	\$ 12,019,481	\$ 9,172,945
Police Department	39,087,961	35,670,472	3,417,489
Fire Department	23,185,652	22,267,911	917,741
Human Services	2,900,000	2,848,565.00	51,435
Community development environmental se	700,000	717,727	(17,727)
Capital Outlay	33,961	33,961	-
Interest and fiscal charges	400,000	428,142	(28,142)
Total expenditures	\$ 87,500,000	\$ 73,986,259	\$ 13,513,741
REVENUES OVER (UNDER) EXPENDITURES	\$ 23,103,000	\$ 24,469,752	\$ 1,366,752
OTHER FINANCING SOURCES (USES):			
Operating transfers in	\$ 7,840,000	\$ 6,818,678	\$ (1,021,322)
Operating transfers out	(34,100,000)	(33,774,962)	325,038
Total other financing sources (uses)	\$ (26,260,000)	\$ (26,956,284)	\$ (696,284)
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES			
	(3,157,000)	(2,486,532)	670,468
FUND BALANCES, JUNE 30, 2002	39,805,000	36,546,309	(3,258,691)
FUND BALANCES, JUNE 30, 2003	\$ 36,648,000	\$ 34,059,777	\$ (2,588,223)

CITY OF FREMONT PROPERTY TAX ASSESSED VALUES, LEVIES AND COLLECTIONS

Fiscal year	2002/03
Gross assessed value	#####
Net assessed value	24,039,243,602
Total tax levy	30,888,453
Current tax collections	31,222,911
Delinquent tax collections	1,077,741
Total tax collections	32,300,652

CITY OF FREMONT SUMMARY OF INVESTMENTS AND INVESTMENT RETURN
as of January 31, 2004

Type	Amount Carrying @ Fair Value
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Deposits with banks	\$ 350,646
U.S government securities	109,658,859
Bankers' acceptances	4,412,084
Commercial paper	20,248,767
Medium term notes	32,257,961
Money market accounts & Time Deposits	12,116,160
California Local Agency Investment Fund	95,040,362
Cash on hand	19,245
Total	<u>\$ 274,104,084</u>

Average return on investments as of
January 31, 2004 2.47%

**CITY OF FREMONT ANNUAL CONTRIBUTION TO THE PUBLIC EMPLOYEES
RETIREMENT SYSTEM FOR 2002/03**

City contribution	\$ 6,120,301
Employees contribution	5,078,919
Total contribution	<u>\$ 11,199,220</u>

Sources: City of Fremont, California Comprehensive Annual Financial Report
for the Fiscal Year ended June 30, 2003 and Cash & Investment Report as of January 31, 2004.

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TOTAL

409,345.00
924,345.00
399,817.50
929,817.50
389,747.50
939,747.50
379,022.50
959,022.50
367,422.50
962,422.50
355,522.50
975,522.50
342,812.50
982,812.50
329,372.50
999,372.50
314,967.50
1,014,967.50
299,567.50
1,029,567.50
283,142.50
1,048,142.50
265,547.50
1,065,547.50
247,147.50
1,082,147.50
227,525.00
1,102,525.00
206,743.75
1,121,743.75
185,012.50
1,150,012.50
162,093.75
1,172,093.75
138,106.25
1,198,106.25
112,931.25
1,217,931.25
86,687.50
1,246,687.50
59,137.50
1,274,137.50
30,281.25
1,305,281.25
<u>\$29,293,907.50</u>

**CITY OF FREMONT
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